

## Message Text

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PAGE 01 STATE 211910  
ORIGIN EB-08

INFO OCT-01 EUR-12 ISO-00 SS-15 ARA-10 EA-10 SIG-01  
AID-05 IGA-02 CIAE-00 DODE-00 PM-05 H-01 INR-07  
L-03 NSAE-00 NSC-05 PA-01 PRS-01 SP-02 USIA-06  
OMB-01 TRSE-00 /096 R

DRAFTED BY EB:CERWIN  
APPROVED BY EB:PBOEKER  
EUR/WE/EMROWELL  
T/LWIDMAN

-----103338 041430Z /43

R 030251Z SEP 77  
FM SECSTATE WASHDC  
TO AMEMBASSY BERN  
AMEMBASSY BONN  
AMEMBASSY BRUSSELS  
AMEMBASSY CARACAS  
AMEMBASSY DUBLIN  
AMEMBASSY THE HAGUE  
AMEMBASSY LONDON  
AMEMBASSY OSLO  
AMEMBASSY OTTAWA  
AMEMBASSY PARIS  
AMEMBASSY ROME  
AMEMBASSY STOCKHOLM  
AMEMBASSY TOKYO  
AMEMBASSY VIENNA

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E.O. 11652: N/A

TAGS:EFIN, PO

SUBJECT: FINANCIAL ASSISTANCE FOR PORTUGAL  
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REF: STATE 162429, LONDON 14422 (NOTAL)

1. PLEASE INFORM HOST GOVERNMENT THAT U.S. INTENDS TO  
CIRCULATE IN MID-SEPTEMBER A COMPREHENSIVE REPORT ON THE  
PROGRESS OF ALL PARTICIPANTS IN THE LENDING ARRANGEMENT  
FOR PORTUGAL. WHERE APPROPRIATE CONVEY APPRECIATION FOR

INFORMATION ALREADY PROVIDED AND INQUIRE WHETHER HOST GOVERNMENT WOULD LIKE TO PROVIDE ADDITIONAL DETAILS OF INTENDED LOAN FOR THE MID-SEPTEMBER REPORT. ADDITIONAL INFORMATION FROM BELGIUM, THE NETHERLANDS, FRANCE, IRELAND AND ITALY WOULD BE ESPECIALLY HELPFUL.

2. WE ANTICIPATE THAT CONGRESSIONAL ACTION ON THE U.S. LOAN WILL BE COMPLETE BY MID-SEPTEMBER. THE CONGRESS PASSED AND THE PRESIDENT SIGNED INTO LAW LEGISLATION AUTHORIZING THE U.S. \$300 MILLION LOAN. THE FY 78 FOREIGN ASSISTANCE APPROPRIATIONS BILL WHICH INCLUDES THE LOAN FOR PORTUGAL HAS BEEN PASSED BY BOTH THE HOUSE AND THE SENATE. REMAINING STEPS ON THE APPROPRIATIONS BILL ARE CONFERENCE COMMITTEE CONSIDERATION AND FINAL ACTION BY BOTH HOUSES ON THE CONFERENCE COMMITTEE BILL. CONFERENCE COMMITTEE

ACTION SHOULD BEGIN THE WEEK OF SEPTEMBER 5 AND BE COMPLETED BY MID-SEPTEMBER. WE DO NOT ANTICIPATE THAT THE PORTUGUESE LOAN WILL BE DISCUSSED BY THE CONFERENCE SINCE HOUSE AND SENATE BILLS ARE IDENTICAL IN APPROVING APPROPRIATION OF \$300 MILLION LOAN WITHOUT RESTRICTIONS. WE EXPECT THAT LOAN NEGOTIATIONS WITH THE PORTUGUESE WILL BE FINISHED BY END-SEPTEMBER.

3. FOR PARIS. YOU SHOULD INFORM APPROPRIATE OFFICIALS THAT FRANCE WILL BE ONLY COUNTRY MAKING A WHOLLY TIED LIMITED OFFICIAL USE

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LOAN. JAPANESE ARE TYING ONLY \$25 MILLION OF THEIR \$75 MILLION CONTRIBUTION. CANADIANS WILL PROVIDE WHEAT, BUT ON A GRANT BASIS. OTHER PARTICIPANTS CONTINUE TO UPHOLD VIEW THAT TIED CREDITS WOULD BE INAPPROPRIATE AS A CONTRIBUTION TO THE LENDING ARRANGEMENT. CHRISTOPHER

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PAGE 01 STATE 211910  
ORIGIN EB-04

INFO OCT-01 ISO-00 /005 R

66011

DRAFTED BY: EB/IFD:OMA:CHERVIN

APPROVED BY: EB/IFD:OMA:JABWINDER

-----113832 152331Z /65

R 151831Z SEP 77

FM SECSTATE WASHDC

TO AMEMBASSY COPENHAGEN

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FOL TEL SENT ACTION BERN BONN BRUSSELS CARACAS DUBLIN THE HAGUE  
OSLO OTTAWA PARIS ROME STOCKHOLM TOKYO VIENNA FROM SECSTATE  
DTD 03 SEP 1977 QTE

E.O. 11652: N/A

TAGS:EFIN, PO

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VAMCE

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
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**Executive Order:** N/A  
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**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 4  
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**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
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**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
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**Status:** NATIVE  
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**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009